

AGENDA

A G E N D A

City of Franklin, Kentucky City Commission

Monday, June 3, 2019

9:00 AM

**Special Called Meeting
and
Budget Work Session**

**City Hall Meeting Room
117 W Cedar Street
Franklin, Kentucky**

I. Call to Order and Member Roll Call

II. Executive Session

LAND ACQUISITION – Deliberations on the future acquisition or sale of real property by a public agency where publicity would be likely to affect the value of a specific piece of property to be acquired for public use or sold by a public agency {KRS 61.810(1)(b)}

III. General Government

- Discussion and/or possible action regarding Hurdle Land Development *Pg. 4*
Presenter: Scott Crabtree, City Attorney
- Discussion and/or possible action regarding Electric Plant Board *Pg. 13*
Compliance Agreement *Presenter: Scott Crabtree, City Attorney*
- Discussion and/or possible action regarding Phone System *Pg. 22*
Presenter: Tammie Carey, Comm Dev Dir
- Discussion and/or possible action regarding Establishing Investment Account *Pg. 28*
Presenter: Shaunna Cornwell, Finance Dir
- Discussion and/or possible action regarding Establishing New Bank Account *Pg. 29*
Presenter: Shaunna Cornwell, Finance Dir

IV. Work Session Regarding the Fiscal Year 2019-2020 Budget

V. Adjournment

GENERAL GOVERNMENT



MEMO

TO: Franklin City Commission and Simpson Fiscal Court
FROM: Scott Crabtree
DATE: May 22, 2019
SUBJECT: Hurdle Real Estate Development

Attached is an easement termination and an easement amendment for a development on Highway 100 just past Drakes' Creek. Also, attached is a letter that is proposed in support of the development. We will discuss this further at the meeting on June 3rd.



City of Franklin, Kentucky

117 W Cedar Street - P. O. Box 2805
Franklin, KY 42135-2805
Phone: 270-586-4497 Fax: 270-586-9419
www.franklinky.org

June 3, 2019

Hurdle Land & Realty, LLC
c/o Geoff and Amber Hurdle
107 Waters Hill Circle, Suite 101
Lebanon, TN 37087

Re: Development of the former Hicks properties along Drakes Creek
adjoining Highway 100

Mr. and Mrs. Hurdle:

Thank you for meeting with City Manager, Kenton Powell, Director of Public Works, Chris Klotter, Franklin-Simpson Planning & Zoning Code Administrator, Carter Munday, Executive Director of the Franklin-Simpson Industrial Authority, Dennis Griffin, and myself on April 30, 2019. On behalf of the City of Franklin, allow me to express our appreciation for your interest in Franklin and its continued economic prosperity. We also appreciate your deference to all aspects of local governance regarding the properties that you acquired from Mary Virginia Hicks in November of 2018. We look forward to continuing our productive relationship with you and your advisors at Lose Design to optimize the use of these properties for the benefit of Franklin and Simpson County.

Obviously, the City of Franklin is keenly interested in the appropriate development of the traffic corridor along Highway 100 between Main Street and the Exit 6 interchange of Interstate 65. Having reviewed your initial rendering of a proposed apartment complex to be built on the subject 8.10 acre parcel which adjoins Drakes Creek and Rapids Road along Highway 100, we recommend and endorse this project and its zoning map amendment to create an R-4, zone for this development. Similarly, we recommend approval of your plans to develop the former Hicks parcel on the north side of Highway 100, for B-4 zone use to all appropriate local agencies from which you are required to obtain approvals.

The City of Franklin appreciates your cooperation regarding the City's preliminary consideration of your development plans, particularly given the importance of strategically developing the Highway 100 corridor. The proximity of these properties to Drakes Creek is of

keen interest to the City for both practical and aesthetic reasons. That is, as the City of Franklin's water source for its public water system, Drakes Creek, is a vital resource of the Franklin community. Moreover, the City of Franklin is interested in perpetuating its scenic beauty as an asset of the community. Consequently, we appreciate your efforts to develop these properties in ways that respect the importance of Drakes Creek, that enhance its aesthetic appeal, and that will increase its use and enjoyment by the local community, including the eventual residents of the planned residential apartment complex.

To preserve Drakes Creek as the City's source of public water, previous administrations of the Franklin City government have obtained certain lands and flowage easements along Drakes Creek. Thank you for specifically addressing these matters during our April 30, 2019, meeting, and for proposing a conceptual rendering of your development plan consistent and in compliance with our requirements with regard to these municipal flowage easements.

The City of Franklin possesses water flowage easements along the subject portion of Drakes Creek dating back to 1989, that are a vestige of a previous administration's consideration of building a reservoir from the waters of Drakes Creek. At this point in time, given the implausibility of building a lake between Interstate 65 and Highway 1008, the City of Franklin has no current plans to utilize its flowage easements to their present extent and has even constructed a sewage lift station within this easement area beside your properties. Nevertheless, the City appreciates your prudent approach during the design and development stages of these properties and appreciates that no permanent structures are planned within the easement area.

Your attention to all of the details of the proposed projects have been very well received at City Hall. The Franklin City Commission has also reviewed your plans and finds them to be fully compatible with the present and foreseeable best interests of the Franklin and Simpson County area generally, and particularly in regard to Drakes Creek and the Highway 100 corridor. Mayor Larry Dixon joins in this letter to document such approval. Consequently, again, we look forward to a continued, productive relationship with you regarding the development of these properties.

Very truly yours,

W. SCOTT CRABTREE,
City Attorney

HON. LARRY DIXON, Mayor
City of Franklin

cc: Kenton Powell, City Manager
City of Franklin

Carter Munday, Code Administrator
Franklin-Simpson Planning & Zoning Commission

TERMINATION AND RELEASE OF EASEMENT

THIS TERMINATION AND RELEASE OF EASEMENT made and entered on this _____ day of _____, 2019, by and between the CITY OF FRANKLIN, KENTUCKY, a municipal corporation, P. O. Box 2805, Franklin, Kentucky 42135, (hereinafter referred to as "RELEASOR") and HURDLE LAND & REALTY, LLC, a Tennessee limited liability company, 107 Waters Hill Circle, Suite 101, Lebanon, Tennessee 37087(hereinafter referred to as "RELEASEE");

WITNESSETH:

WHEREAS, the RELEASEE is the successor in interest to Bobby E. Hicks and wife, Mary V. Hicks, by reason of having acquired certain lands by that deed dated November 5, 2018, of record in Deed Book 338, Page 87, Simpson County Clerk's Office:

WHEREAS, the RELEASOR, the City of Franklin, Kentucky, is the successor in interest by merger with the Franklin Municipal Water System of Franklin, Kentucky;

WHEREAS, the RELEASEE's predecessors in interest, Bobby E. Hicks and wife, Mary V. Hicks, did, by that certain Deed of Easement dated December 29, 1981, of record in Deed Book 138, Page 571, Simpson County Clerk's Office, grant a certain easement to flow water across and over a portion of the lands of Bobby E. Hicks and wife, Mary V. Hicks;

WHEREAS, the precise boundaries of the flowage easement created by said Deed of Easement dated December 29, 1981, of record in Deed Book 138, Page 571, Simpson County Clerk's Office, were not specifically set forth in said instrument thereby creating an ambiguity regarding the intended elevation of said flowage easement, across and over the RELEASEE's lands;

WHEREAS, the RELEASEE's predecessors in interest, Bobby E. Hicks and wife, Mary V. Hicks, did, by that certain instrument dated August 28, 1989, of record in Deed Book 168, Page 441, Simpson County Clerk's Office, grant a certain easement to flow water across, over, and on, two certain surveyed tracts of real property which are intended to demarcate the precise portion of the RELEASEE's predecessor's lands encumbered by said flowage easement;

WHEREAS, the RELEASOR's interests regarding its use of Drakes Creek as a source of water for the RELEASOR's municipal water system are adequately met by the defined, surveyed easement tracts established by said Deed of Easement dated August 28, 1989, of record in Deed Book 168, Page 441, Simpson County Clerk's Office, and in order to remove any ambiguity regarding the imprecision of said Deed of Easement dated December 29, 1981, of record in Deed Book 138, Page 571, Simpson County Clerk's Office, the RELEASOR has determined that said December 29, 1981, Deed of Easement, of record in Deed Book 138, Page 571, Simpson County Clerk's Office, should be released and forever terminated;

NOW, THEREFORE, for and in consideration of the fulfillment of the intentions of the RELEASOR and RELEASEE regarding the present flowage easement dated August 28, 1989, of record in Deed Book 168, Page 441, Simpson County Clerk's Office, and to remove any misconstruction of that certain Deed of Easement dated December 29, 1981, of record in Deed Book 138, Page 571, Simpson County Clerk's Office, the RELEASOR does hereby forever abandon, waive, release, relinquish, forfeit, and terminate that certain Deed of Easement dated December 29, 1981, by Bobby E. Hicks and wife, Mary V. Hicks to the Franklin Municipal Water System of Franklin, Kentucky, of record in Deed Book 138, Page 571, Simpson County Clerk's Office.

The parties hereby agree that this instrument shall be properly lodged for record among the real property records of the Simpson County Clerk with this instrument being cross-referenced with the RELEASEE's present source deed to the subject real property dated November 5, 2018, of record in Deed Book 338, Page 87, Simpson County Clerk's Office.

IN WITNESS WHEREOF the RELEASOR has executed this Termination and Release of Easement by and through its mayor, and the RELEASEE, hereby accepts, confirms, and acknowledges same on this the day and year first above written.

RELEASOR: CITY OF FRANKLIN, KENTUCKY

By: _____
LARRY DIXON, Mayor

RELEASEE: HURDLE LAND & REALTY, LLC

By: GEOFF HURDLE, Managing Member

COMMONWEALTH OF KENTUCKY

COUNTY OF SIMPSON

The foregoing Termination and Release of Easement was acknowledged, subscribed, and sworn before me this ____ day of _____, 2019, by Larry Dixon, Mayor of the City of Franklin, Kentucky, Releasor.

My commission expires _____.

My notary identification number is _____.

Notary Public

STATE OF _____

COUNTY OF _____

The foregoing Termination and Release of Easement was acknowledged, subscribed, and sworn before me this ____ day of _____, 2019, by Geoff Hurdle, Managing Member of Hurdle Land & Realty, LLC, Releasee.

My commission expires _____.

My notary identification number (if any) is _____.

Notary Public
(NOTARY SEAL HERE)

Prepared By:

W. SCOTT CRABTREE LAW OFFICE
P. O. BOX 615
Franklin, KY 42135-0615
(270) 586-3005

W. SCOTT CRABTREE, City Attorney

AMENDED EASEMENT

THIS INDENTURE made and entered on this _____ day of _____, 2019, by and between HURDLE LAND & REALTY, LLC, a Tennessee limited liability company, 107 Waters Hill Circle, Suite 101, Lebanon, Tennessee 37087, (hereinafter referred to as "GRANTOR"), and the CITY OF FRANKLIN, KENTUCKY, a municipal corporation, P. O. Box 2805, Franklin, Kentucky 42135, (hereinafter referred to as "GRANTEE");

WITNESSETH:

WHEREAS, the GRANTOR is the successor in interest to Bobby E. Hicks and wife, Mary V. Hicks, by reason of having acquired certain lands by deed dated November 5, 2018, of record in Deed Book 338, Page 87, Simpson County Clerk's Office;

WHEREAS, the GRANTOR's predecessors in interest, Bobby E. Hicks and wife, Mary V. Hicks, did, by that certain Deed of Easement dated August 28, 1989, of record in Deed Book 168, Page 441, Simpson County Clerk's Office, grant a certain easement to flow water across, over, and on certain defined, surveyed lands more particularly set forth in said instrument;

WHEREAS, by the terms of said instrument, the parties thereto agreed that its GRANTOR, their heirs and assigns, would not hold the City of Franklin, its employees, or any agency or board deriving its authority from the City of Franklin responsible for any flooding or residual damages caused by said flowage easement;

WHEREAS, the GRANTOR and GRANTEE hereby intend to amend and clarify said portion of the terms of said easement regarding its waiver of liability;

NOW, THEREFORE, for and in consideration of the fulfillment of the intentions of the parties to said flowage easement dated August 28, 1989, of record in Deed Book 168, Page 441, Simpson County Clerk's Office, and to clarify certain terms in said Deed of Easement, the GRANTOR and GRANTEE hereby agree that said Deed of Easement shall be amended to the extent that the GRANTOR herein, Hurdle Land & Realty, LLC, a Tennessee limited liability company, its successors and assigns, will not hold the City of Franklin, its employees or any agency or board

deriving its authority from the City of Franklin, responsible for any flooding or resultant damages caused by the construction of any improvements within the flowage easement area as set forth in said instrument of record in Deed Book 168, Page 441, Simpson County Clerk's Office, with it being agreed by the parties hereto that the GRANTOR, its successors and assigns, may improve said flowage easement area at its own risk and without the City of Franklin assuming any liability for any such improvements; and with it being further agreed that no permanent residential or commercial building shall be constructed within said flowage easement lands. Except as amended hereby, the GRANTOR and GRANTEE hereby reaffirm the remaining terms of said deed of easement dated August 28, 1989, of record in Deed Book 68, Page 441, Simpson County Clerk's Office.

The parties hereby agree that this instrument shall be properly lodged for record among the real property records of the Simpson County Clerk with this instrument being cross-referenced with the GRANTOR's present source deed to the subject real property dated November 5, 2018, of record in Deed Book 338, Page 87, Simpson County Clerk's Office.

IN WITNESS WHEREOF the GRANTOR has executed this Amended Easement, and the GRANTEE has executed same by and through its mayor, on this the day and year first above written.

GRANTOR: HURDLE LAND & REALTY, LLC

By: _____
GEOFF HURDLE, Managing Member

GRANTEE: CITY OF FRANKLIN, KENTUCKY

By: _____
LARRY DIXON, Mayor

STATE OF _____

COUNTY OF _____

The foregoing Amended Easement was acknowledged, subscribed, and sworn before me this ____ day of _____, 2019, by Geoff Hurdle, Managing Member of Hurdle Land & Realty, LLC, Releasee.

My commission expires _____, _____.

My notary identification number (if any) is _____.

Notary Public
(NOTARY SEAL HERE)

COMMONWEALTH OF KENTUCKY

COUNTY OF SIMPSON

The foregoing Amended Easement was acknowledged, subscribed, and sworn before me this ____ day of _____, 2019, by Larry Dixon, Mayor of the City of Franklin, Kentucky, Releasor.

My commission expires _____, _____.

My notary identification number is _____.

Notary Public

Prepared By:

W. SCOTT CRABTREE LAW OFFICE
P. O. BOX 615
Franklin, KY 42135-0615
(270) 586-3005

W. SCOTT CRABTREE, City Attorney



MEMO

TO: Franklin City Commission and Simpson Fiscal Court
FROM: Scott Crabtree
DATE: May 27 2019
SUBJECT: Compliance Agreement with TVA

Attached is the letter and agreement that I received from the Electric Plant Board with regard to a Compliance Agreement that they are required to sign with TVA and the City. When the EPB took over the fiber project from the City, it was understood that the City would have to guarantee payment of the debt service for acquisition of the fiber project in the event the fiber revenues were unable to pay for the debt service. Since taking over the fiber operations, the Franklin EPB has done an outstanding job managing and running the operation of the fiber system. They deserve a lot of praise and credit for turning this operation around and offering such a great product to our residents. Accordingly, they have paid the debt service as per the loan agreements since taking over the system, and we see nothing that would change this situation. However, TVA requires the City to put the guaranty in writing to protect the electric customers. If something did happen and the fiber side was unable to make the payments, our obligation would be taken from the payment in lieu of tax payments that the EPB makes to the City. There is no specific obligation in this agreement for the City to make additional payments. We will discuss further in at the meeting.



Tennessee Valley Authority, 10060 State Route 45 North, Hickory, Kentucky 42051

May 17, 2019

Mr. William Borders, General Manager
Franklin Electric Plant Board
309 North High Street
Franklin, Kentucky 42134

Dear Bill:

**FRANKLIN, KENTUCKY – PROPOSED USE OF FUNDS AGREEMENT –
CONTRACT NO. TV-63163A, SUPP. NO. (TBD)**

Enclosed for your review is a proposed agreement addressing an interdivision loan between Franklin Electric Plant Board (Electric Division) and Franklin Electric Plant Board (Broadband Division). If you agree with the terms in the Agreement, please execute and forward to me for further handling. Once fully executed by TVA, a copy will be returned to you for your files.

If you have questions or concerns regarding agreement, please call me (270-856-4581).

Sincerely,

A handwritten signature in black ink, appearing to read "Derrick L. Miller".

Derrick L. Miller P.E.
Customer Service Manager
Kentucky Customer Delivery

DLM:JSS
Enclosures
cc: Files, BGC 1A-BGK

COMPLIANCE AGREEMENT

TV-63163A, Supp. No. ____

This Agreement is among the CITY OF FRANKLIN, KENTUCKY ("**Municipality**"), a municipal corporation created, organized, and existing under and by virtue of the laws of the Commonwealth of Kentucky; the ELECTRIC PLANT BOARD OF THE CITY OF FRANKLIN, KENTUCKY ("**Board**"), a corporation created, organized, and existing under and by virtue of the laws of the Commonwealth of Kentucky; and TENNESSEE VALLEY AUTHORITY ("**TVA**"), a corporate agency and instrumentality of the United States of America created and existing under and by virtue of the Tennessee Valley Authority Act of 1933, as amended.

The Municipality purchases all of its power requirements from TVA for resale under contract number TV-63163A, effective December 15, 1983, as amended ("**Power Contract**").

The Municipality has established an Electric Division of the Board ("**Electric Division**") for the purposes of acquiring, constructing, operating, maintaining, and managing a municipal electric system.

The Electric Division has constructed a fiber optic network that is jointly used by the Electric Division and the Board's separate broadband services division ("**Broadband Division**").

The Power Contract expressly prohibits, among other things, "furnishing, advancing, loaning, pledging, or otherwise diverting electric system funds, revenues, credit, or property to other operations of" Municipality or Electric Division.

As part of TVA's annual financial review, TVA noted a loan owed to the Electric Division by the Broadband Division ("**Interdivision Loan**"). TVA did not approve the Interdivision Loan and views the Interdivision Loan as inconsistent with the Power Contract.

The parties want to specify the terms and conditions for the Broadband Division's repayment to the Electric Division of the Interdivision Loan.

This Compliance Agreement provides for repayment of the loan and protection of electric ratepayers while the loan remains outstanding. The Municipality and Electric Division are willing to enter into this Compliance Agreement.

In consideration of the premises and the agreements below, the parties therefore agree:

SECTION 1 - TERMS AND CONDITIONS

This Agreement will remain in effect until all obligations of the parties under this Agreement have been fulfilled.

The provisions of this Agreement are effective as of the date of TVA's execution ("**Effective Date**"). As of the Effective Date, the outstanding balance of the Interdivision Loan is \$860,790.33 ("**Loan Balance**"). The Interdivision Loan shall be treated as a callable loan of electric system reserve funds by the Electric Division upon no more than 15 days' written notice for any purpose.

The interest rate of the Interdivision Loan is an annual fixed rate of 4%. Interest will be calculated on the basis of a 360-day year of twelve 30-day months. Any interest payment for a period of less

than one year will be calculated on a prorated basis and interest payments will include any interest accrued from and including the later of either the Effective Date or the preceding interest payment date.

Beginning June 30, 2019, the Broadband Division will make principal and interest payments on the Interdivision Loan to the Electric Division in monthly installments on the 30th of every month ("**Monthly Payment Date**"). The amount of the principal amortization will be included in all monthly repayments until the loan is fully repaid. The Broadband Division must complete repayment to the Electric Division of the principal amount, plus all accrued and unpaid interest, no later than May 30, 2034 ("**Maturity Date**"). The monthly principal and interest payments will be paid as set forth in the attached amortization schedule ("**Attachment A**").

SECTION 2 - TAX EQUIVALENT PAYMENTS AS SECURITY

(a) Security. The Municipality receives payment in lieu of tax amounts from the Electric Division in accordance with section 2 of the Schedule of Terms and Conditions of the Power Contract ("Tax Equivalent Payments"). The Interdivision Loan is secured by the Electric Division's Tax Equivalent Payments.

Should the Broadband Division fail to pay any principal or interest on the Loan Balance when due ("**Past Due Amount**"), the Electric Division will hold Tax Equivalent Payments equal to the Past Due Amount plus any applicable interest, fees, or charges ("**Loan Due Amount**") as unrestricted reserve funds of the Electric Division ("**Security**") until the Electric Division recovers all Loan Due Amounts from the Broadband Division. Interest on the Past Due Amount will be calculated and will accrue on a daily basis at the higher of either the current interest rate at which depository institutions actively trade balances held at the Federal Reserve, as determined by TVA in its sole discretion, or 4%.

(b) Priority to Broadband Division Revenue. If the Loan Due Amount is not recovered during the first 90 days after the applicable Monthly Payment Date, Broadband Division revenue, if any, shall first be applied to the Loan Due Amount to repay such Loan Due Amount.

(c) Past Due Amount Satisfaction. If the Electric Division receives, prior to the date that its annual Tax Equivalent Payments are due to Municipality, either partial or full payment of the Loan Due Amount from the Broadband Division, then the Electric Division will release an equivalent amount of Tax Equivalent Payments held as Security under section 2(a) above, provided that the remaining amount of Tax Equivalent Payments held as Security is sufficient to cover the aggregate amount of any Loan Due Amounts then outstanding. If any Loan Due Amount remains on the date that the annual Tax Equivalent Payments are due to Municipality, the Tax Equivalent Payments held as Security under section 2(a) above will be applied in satisfaction of the Loan Due Amount and will not be released to Municipality as Tax Equivalent Payments.

(d) Remaining Past Due Amount. If any Loan Due Amount remains after the annual Tax Equivalent Payments are due to Municipality, the Electric Division will withhold Tax Equivalent Payments pursuant to section 2(a) above and apply Broadband Division revenue, if any, and Tax Equivalent Payments pursuant to sections 2(b) and 2(c) above, respectively, to the Loan Due Amount. Once all remaining Loan Due Amounts have been paid in their entirety, the Electric Division shall immediately resume payment of the Tax Equivalent Payments to Municipality subject, again, to the terms of this section 2. For avoidance of doubt, the Municipality will not be entitled to recover from the Electric Division any Tax Equivalent Payments that were paid to the Electric Division under this section 2.

SECTION 3 - ADDITIONAL PROVISIONS

TVA reserves its rights to audit the books of the Electric Division and Broadband Division as needed to ensure that any shared costs are allocated appropriately. Municipality and Electric Division will ensure that the Electric Division and Broadband Division continue to operate separately in all respects.

SECTION 4 - INCORPORATION OF ATTACHMENTS

Attachment A is made a part of this Agreement. In the event of any conflict between the body of this Agreement and the attachment, the former controls.

SECTION 5 - RATIFICATION OF POWER CONTRACT

Unless TVA agrees otherwise in writing, the Electric Division will not furnish any other credit, guarantee, or other financial accommodations, including joint debt issuance, to or on behalf of the Broadband Division or any other divisions of the Municipality. This Agreement does not amend or otherwise affect any existing interdivision loans between the Electric Division and any other divisions of the Municipality that TVA has previously approved.

The Power Contract, as amended by this Agreement, is ratified and confirmed as the continuing obligation of the parties.

(Remainder of page blank; signature page attached)

The parties are signing this Agreement to be effective on the date of TVA's signature.

CITY OF FRANKLIN, KENTUCKY

By _____

Title: _____

Date: _____

**ELECTRIC PLANT BOARD OF THE CITY OF
FRANKLIN, KENTUCKY**

By _____

Title: _____

Date: _____

TENNESSEE VALLEY AUTHORITY

By _____

Director
Power Customer Contracts

Date: _____

LOAN AMORTIZATION SCHEDULE - FRANKLIN COMPLIANCE AGREEMENT

ENTER VALUES

Loan amount	\$860,790.33
Annual interest rate	4.00%
Loan period in years	15
Number of payments per year	12
Start date of loan	6/30/2019

LOAN SUMMARY

Scheduled payment	\$6,367.16
Scheduled number of payments	180
Actual number of payments	180
Total early payments	\$0.00
Total interest	\$285,298.85

PMT NO	PAYMENT DATE	BEGINNING BALANCE	SCHEDULED PAYMENT	EXTRA PAYMENT	TOTAL PAYMENT	PRINCIPAL	INTEREST	ENDING BALANCE	CUMULATIVE INTEREST
1	6/30/2019	\$860,790.33	\$6,367.16	\$0.00	\$6,367.16	\$3,497.86	\$2,869.30	\$857,292.47	\$2,869.30
2	7/30/2019	\$857,292.47	\$6,367.16	\$0.00	\$6,367.16	\$3,509.52	\$2,857.64	\$853,782.95	\$5,726.94
3	8/30/2019	\$853,782.95	\$6,367.16	\$0.00	\$6,367.16	\$3,521.22	\$2,845.94	\$850,261.73	\$8,572.89
4	9/30/2019	\$850,261.73	\$6,367.16	\$0.00	\$6,367.16	\$3,532.96	\$2,834.21	\$846,728.77	\$11,407.09
5	10/30/2019	\$846,728.77	\$6,367.16	\$0.00	\$6,367.16	\$3,544.73	\$2,822.43	\$843,184.04	\$14,229.52
6	11/30/2019	\$843,184.04	\$6,367.16	\$0.00	\$6,367.16	\$3,556.55	\$2,810.61	\$839,627.49	\$17,040.13
7	12/30/2019	\$839,627.49	\$6,367.16	\$0.00	\$6,367.16	\$3,568.40	\$2,798.76	\$836,059.09	\$19,838.89
8	1/30/2020	\$836,059.09	\$6,367.16	\$0.00	\$6,367.16	\$3,580.30	\$2,786.86	\$832,478.79	\$22,625.76
9	3/1/2020	\$832,478.79	\$6,367.16	\$0.00	\$6,367.16	\$3,592.23	\$2,774.93	\$828,886.56	\$25,400.69
10	3/30/2020	\$828,886.56	\$6,367.16	\$0.00	\$6,367.16	\$3,604.21	\$2,762.96	\$825,282.35	\$28,163.64
11	4/30/2020	\$825,282.35	\$6,367.16	\$0.00	\$6,367.16	\$3,616.22	\$2,750.94	\$821,666.13	\$30,914.58
12	5/30/2020	\$821,666.13	\$6,367.16	\$0.00	\$6,367.16	\$3,628.28	\$2,738.89	\$818,037.85	\$33,653.47
13	6/30/2020	\$818,037.85	\$6,367.16	\$0.00	\$6,367.16	\$3,640.37	\$2,726.79	\$814,397.48	\$36,380.26
14	7/30/2020	\$814,397.48	\$6,367.16	\$0.00	\$6,367.16	\$3,652.50	\$2,714.66	\$810,744.98	\$39,094.92
15	8/30/2020	\$810,744.98	\$6,367.16	\$0.00	\$6,367.16	\$3,664.68	\$2,702.48	\$807,080.30	\$41,797.40
16	9/30/2020	\$807,080.30	\$6,367.16	\$0.00	\$6,367.16	\$3,676.89	\$2,690.27	\$803,403.41	\$44,487.67
17	10/30/2020	\$803,403.41	\$6,367.16	\$0.00	\$6,367.16	\$3,689.15	\$2,678.01	\$799,714.26	\$47,165.68
18	11/30/2020	\$799,714.26	\$6,367.16	\$0.00	\$6,367.16	\$3,701.45	\$2,665.71	\$796,012.81	\$49,831.40
19	12/30/2020	\$796,012.81	\$6,367.16	\$0.00	\$6,367.16	\$3,713.79	\$2,653.38	\$792,299.02	\$52,484.77
20	1/30/2021	\$792,299.02	\$6,367.16	\$0.00	\$6,367.16	\$3,726.17	\$2,641.00	\$788,572.86	\$55,125.77
21	3/2/2021	\$788,572.86	\$6,367.16	\$0.00	\$6,367.16	\$3,738.59	\$2,628.58	\$784,834.27	\$57,754.35
22	3/30/2021	\$784,834.27	\$6,367.16	\$0.00	\$6,367.16	\$3,751.05	\$2,616.11	\$781,083.22	\$60,370.46
23	4/30/2021	\$781,083.22	\$6,367.16	\$0.00	\$6,367.16	\$3,763.55	\$2,603.61	\$777,319.67	\$62,974.07
24	5/30/2021	\$777,319.67	\$6,367.16	\$0.00	\$6,367.16	\$3,776.10	\$2,591.07	\$773,543.57	\$65,565.14
25	6/30/2021	\$773,543.57	\$6,367.16	\$0.00	\$6,367.16	\$3,788.68	\$2,578.48	\$769,754.89	\$68,143.61
26	7/30/2021	\$769,754.89	\$6,367.16	\$0.00	\$6,367.16	\$3,801.31	\$2,565.85	\$765,953.58	\$70,709.46
27	8/30/2021	\$765,953.58	\$6,367.16	\$0.00	\$6,367.16	\$3,813.98	\$2,553.18	\$762,139.60	\$73,262.64
28	9/30/2021	\$762,139.60	\$6,367.16	\$0.00	\$6,367.16	\$3,826.70	\$2,540.47	\$758,312.90	\$75,803.11
29	10/30/2021	\$758,312.90	\$6,367.16	\$0.00	\$6,367.16	\$3,839.45	\$2,527.71	\$754,473.45	\$78,330.82
30	11/30/2021	\$754,473.45	\$6,367.16	\$0.00	\$6,367.16	\$3,852.25	\$2,514.91	\$750,621.20	\$80,845.73
31	12/30/2021	\$750,621.20	\$6,367.16	\$0.00	\$6,367.16	\$3,865.09	\$2,502.07	\$746,756.10	\$83,347.80
32	1/30/2022	\$746,756.10	\$6,367.16	\$0.00	\$6,367.16	\$3,877.98	\$2,489.19	\$742,878.13	\$85,836.99
33	3/2/2022	\$742,878.13	\$6,367.16	\$0.00	\$6,367.16	\$3,890.90	\$2,476.26	\$738,987.23	\$88,313.25
34	3/30/2022	\$738,987.23	\$6,367.16	\$0.00	\$6,367.16	\$3,903.87	\$2,463.29	\$735,083.36	\$90,776.54
35	4/30/2022	\$735,083.36	\$6,367.16	\$0.00	\$6,367.16	\$3,916.88	\$2,450.28	\$731,166.47	\$93,226.82
36	5/30/2022	\$731,166.47	\$6,367.16	\$0.00	\$6,367.16	\$3,929.94	\$2,437.22	\$727,236.53	\$95,664.04
37	6/30/2022	\$727,236.53	\$6,367.16	\$0.00	\$6,367.16	\$3,943.04	\$2,424.12	\$723,293.49	\$98,088.16
38	7/30/2022	\$723,293.49	\$6,367.16	\$0.00	\$6,367.16	\$3,956.18	\$2,410.98	\$719,337.31	\$100,499.14
39	8/30/2022	\$719,337.31	\$6,367.16	\$0.00	\$6,367.16	\$3,969.37	\$2,397.79	\$715,367.94	\$102,896.93
40	9/30/2022	\$715,367.94	\$6,367.16	\$0.00	\$6,367.16	\$3,982.60	\$2,384.56	\$711,385.33	\$105,281.49
41	10/30/2022	\$711,385.33	\$6,367.16	\$0.00	\$6,367.16	\$3,995.88	\$2,371.28	\$707,389.46	\$107,652.77
42	11/30/2022	\$707,389.46	\$6,367.16	\$0.00	\$6,367.16	\$4,009.20	\$2,357.96	\$703,380.26	\$110,010.74
43	12/30/2022	\$703,380.26	\$6,367.16	\$0.00	\$6,367.16	\$4,022.56	\$2,344.60	\$699,357.70	\$112,355.34
44	1/30/2023	\$699,357.70	\$6,367.16	\$0.00	\$6,367.16	\$4,035.97	\$2,331.19	\$695,321.73	\$114,686.53
45	3/2/2023	\$695,321.73	\$6,367.16	\$0.00	\$6,367.16	\$4,049.42	\$2,317.74	\$691,272.30	\$117,004.27
46	3/30/2023	\$691,272.30	\$6,367.16	\$0.00	\$6,367.16	\$4,062.92	\$2,304.24	\$687,209.38	\$119,308.51
47	4/30/2023	\$687,209.38	\$6,367.16	\$0.00	\$6,367.16	\$4,076.46	\$2,290.70	\$683,132.92	\$121,599.21
48	5/30/2023	\$683,132.92	\$6,367.16	\$0.00	\$6,367.16	\$4,090.05	\$2,277.11	\$679,042.87	\$123,876.32
49	6/30/2023	\$679,042.87	\$6,367.16	\$0.00	\$6,367.16	\$4,103.69	\$2,263.48	\$674,939.18	\$126,139.79
50	7/30/2023	\$674,939.18	\$6,367.16	\$0.00	\$6,367.16	\$4,117.36	\$2,249.80	\$670,821.82	\$128,389.59
51	8/30/2023	\$670,821.82	\$6,367.16	\$0.00	\$6,367.16	\$4,131.09	\$2,236.07	\$666,690.73	\$130,625.66
52	9/30/2023	\$666,690.73	\$6,367.16	\$0.00	\$6,367.16	\$4,144.86	\$2,222.30	\$662,545.87	\$132,847.97
53	10/30/2023	\$662,545.87	\$6,367.16	\$0.00	\$6,367.16	\$4,158.68	\$2,208.49	\$658,387.19	\$135,056.45
54	11/30/2023	\$658,387.19	\$6,367.16	\$0.00	\$6,367.16	\$4,172.54	\$2,194.62	\$654,214.65	\$137,251.08
55	12/30/2023	\$654,214.65	\$6,367.16	\$0.00	\$6,367.16	\$4,186.45	\$2,180.72	\$650,028.21	\$139,431.79
56	1/30/2024	\$650,028.21	\$6,367.16	\$0.00	\$6,367.16	\$4,200.40	\$2,166.76	\$645,827.80	\$141,598.55

PMT NO	PAYMENT DATE	BEGINNING BALANCE	SCHEDULED PAYMENT	EXTRA PAYMENT	TOTAL PAYMENT	PRINCIPAL	INTEREST	ENDING BALANCE	CUMULATIVE INTEREST
57	3/1/2024	\$645,827.80	\$6,367.16	\$0.00	\$6,367.16	\$4,214.40	\$2,152.76	\$641,613.40	\$143,751.31
58	3/30/2024	\$641,613.40	\$6,367.16	\$0.00	\$6,367.16	\$4,228.45	\$2,138.71	\$637,384.95	\$145,890.02
59	4/30/2024	\$637,384.95	\$6,367.16	\$0.00	\$6,367.16	\$4,242.55	\$2,124.62	\$633,142.40	\$148,014.64
60	5/30/2024	\$633,142.40	\$6,367.16	\$0.00	\$6,367.16	\$4,256.69	\$2,110.47	\$628,885.72	\$150,125.12
61	6/30/2024	\$628,885.72	\$6,367.16	\$0.00	\$6,367.16	\$4,270.88	\$2,096.29	\$624,614.84	\$152,221.40
62	7/30/2024	\$624,614.84	\$6,367.16	\$0.00	\$6,367.16	\$4,285.11	\$2,082.05	\$620,329.73	\$154,303.45
63	8/30/2024	\$620,329.73	\$6,367.16	\$0.00	\$6,367.16	\$4,299.40	\$2,067.77	\$616,030.33	\$156,371.22
64	9/30/2024	\$616,030.33	\$6,367.16	\$0.00	\$6,367.16	\$4,313.73	\$2,053.43	\$611,716.60	\$158,424.65
65	10/30/2024	\$611,716.60	\$6,367.16	\$0.00	\$6,367.16	\$4,328.11	\$2,039.06	\$607,388.50	\$160,463.71
66	11/30/2024	\$607,388.50	\$6,367.16	\$0.00	\$6,367.16	\$4,342.53	\$2,024.63	\$603,045.96	\$162,488.33
67	12/30/2024	\$603,045.96	\$6,367.16	\$0.00	\$6,367.16	\$4,357.01	\$2,010.15	\$598,688.95	\$164,498.49
68	1/30/2025	\$598,688.95	\$6,367.16	\$0.00	\$6,367.16	\$4,371.53	\$1,995.63	\$594,317.42	\$166,494.12
69	3/2/2025	\$594,317.42	\$6,367.16	\$0.00	\$6,367.16	\$4,386.10	\$1,981.06	\$589,931.32	\$168,475.18
70	3/30/2025	\$589,931.32	\$6,367.16	\$0.00	\$6,367.16	\$4,400.72	\$1,966.44	\$585,530.59	\$170,441.61
71	4/30/2025	\$585,530.59	\$6,367.16	\$0.00	\$6,367.16	\$4,415.39	\$1,951.77	\$581,115.20	\$172,393.38
72	5/30/2025	\$581,115.20	\$6,367.16	\$0.00	\$6,367.16	\$4,430.11	\$1,937.05	\$576,685.09	\$174,330.43
73	6/30/2025	\$576,685.09	\$6,367.16	\$0.00	\$6,367.16	\$4,444.88	\$1,922.28	\$572,240.21	\$176,252.72
74	7/30/2025	\$572,240.21	\$6,367.16	\$0.00	\$6,367.16	\$4,459.69	\$1,907.47	\$567,780.52	\$178,160.18
75	8/30/2025	\$567,780.52	\$6,367.16	\$0.00	\$6,367.16	\$4,474.56	\$1,892.60	\$563,305.96	\$180,052.79
76	9/30/2025	\$563,305.96	\$6,367.16	\$0.00	\$6,367.16	\$4,489.48	\$1,877.69	\$558,816.48	\$181,930.47
77	10/30/2025	\$558,816.48	\$6,367.16	\$0.00	\$6,367.16	\$4,504.44	\$1,862.72	\$554,312.04	\$183,793.19
78	11/30/2025	\$554,312.04	\$6,367.16	\$0.00	\$6,367.16	\$4,519.46	\$1,847.71	\$549,792.58	\$185,640.90
79	12/30/2025	\$549,792.58	\$6,367.16	\$0.00	\$6,367.16	\$4,534.52	\$1,832.64	\$545,258.06	\$187,473.54
80	1/30/2026	\$545,258.06	\$6,367.16	\$0.00	\$6,367.16	\$4,549.64	\$1,817.53	\$540,708.43	\$189,291.07
81	3/2/2026	\$540,708.43	\$6,367.16	\$0.00	\$6,367.16	\$4,564.80	\$1,802.36	\$536,143.63	\$191,093.43
82	3/30/2026	\$536,143.63	\$6,367.16	\$0.00	\$6,367.16	\$4,580.02	\$1,787.15	\$531,563.61	\$192,880.58
83	4/30/2026	\$531,563.61	\$6,367.16	\$0.00	\$6,367.16	\$4,595.28	\$1,771.88	\$526,968.33	\$194,652.45
84	5/30/2026	\$526,968.33	\$6,367.16	\$0.00	\$6,367.16	\$4,610.60	\$1,756.56	\$522,357.73	\$196,409.02
85	6/30/2026	\$522,357.73	\$6,367.16	\$0.00	\$6,367.16	\$4,625.97	\$1,741.19	\$517,731.76	\$198,150.21
86	7/30/2026	\$517,731.76	\$6,367.16	\$0.00	\$6,367.16	\$4,641.39	\$1,725.77	\$513,090.37	\$199,875.98
87	8/30/2026	\$513,090.37	\$6,367.16	\$0.00	\$6,367.16	\$4,656.86	\$1,710.30	\$508,433.51	\$201,586.28
88	9/30/2026	\$508,433.51	\$6,367.16	\$0.00	\$6,367.16	\$4,672.38	\$1,694.78	\$503,761.12	\$203,281.06
89	10/30/2026	\$503,761.12	\$6,367.16	\$0.00	\$6,367.16	\$4,687.96	\$1,679.20	\$499,073.16	\$204,960.26
90	11/30/2026	\$499,073.16	\$6,367.16	\$0.00	\$6,367.16	\$4,703.58	\$1,663.58	\$494,369.58	\$206,623.84
91	12/30/2026	\$494,369.58	\$6,367.16	\$0.00	\$6,367.16	\$4,719.26	\$1,647.90	\$489,650.32	\$208,271.74
92	1/30/2027	\$489,650.32	\$6,367.16	\$0.00	\$6,367.16	\$4,734.99	\$1,632.17	\$484,915.32	\$209,903.91
93	3/2/2027	\$484,915.32	\$6,367.16	\$0.00	\$6,367.16	\$4,750.78	\$1,616.38	\$480,164.54	\$211,520.29
94	3/30/2027	\$480,164.54	\$6,367.16	\$0.00	\$6,367.16	\$4,766.61	\$1,600.55	\$475,397.93	\$213,120.84
95	4/30/2027	\$475,397.93	\$6,367.16	\$0.00	\$6,367.16	\$4,782.50	\$1,584.66	\$470,615.43	\$214,705.50
96	5/30/2027	\$470,615.43	\$6,367.16	\$0.00	\$6,367.16	\$4,798.44	\$1,568.72	\$465,816.98	\$216,274.22
97	6/30/2027	\$465,816.98	\$6,367.16	\$0.00	\$6,367.16	\$4,814.44	\$1,552.72	\$461,002.54	\$217,826.94
98	7/30/2027	\$461,002.54	\$6,367.16	\$0.00	\$6,367.16	\$4,830.49	\$1,536.68	\$456,172.06	\$219,363.62
99	8/30/2027	\$456,172.06	\$6,367.16	\$0.00	\$6,367.16	\$4,846.59	\$1,520.57	\$451,325.47	\$220,884.19
100	9/30/2027	\$451,325.47	\$6,367.16	\$0.00	\$6,367.16	\$4,862.74	\$1,504.42	\$446,462.73	\$222,388.61
101	10/30/2027	\$446,462.73	\$6,367.16	\$0.00	\$6,367.16	\$4,878.95	\$1,488.21	\$441,583.77	\$223,876.82
102	11/30/2027	\$441,583.77	\$6,367.16	\$0.00	\$6,367.16	\$4,895.22	\$1,471.95	\$436,688.56	\$225,348.76
103	12/30/2027	\$436,688.56	\$6,367.16	\$0.00	\$6,367.16	\$4,911.53	\$1,455.63	\$431,777.02	\$226,804.39
104	1/30/2028	\$431,777.02	\$6,367.16	\$0.00	\$6,367.16	\$4,927.91	\$1,439.26	\$426,849.12	\$228,243.65
105	3/1/2028	\$426,849.12	\$6,367.16	\$0.00	\$6,367.16	\$4,944.33	\$1,422.83	\$421,904.79	\$229,666.48
106	3/30/2028	\$421,904.79	\$6,367.16	\$0.00	\$6,367.16	\$4,960.81	\$1,406.35	\$416,943.97	\$231,072.83
107	4/30/2028	\$416,943.97	\$6,367.16	\$0.00	\$6,367.16	\$4,977.35	\$1,389.81	\$411,966.62	\$232,462.64
108	5/30/2028	\$411,966.62	\$6,367.16	\$0.00	\$6,367.16	\$4,993.94	\$1,373.22	\$406,972.68	\$233,835.86
109	6/30/2028	\$406,972.68	\$6,367.16	\$0.00	\$6,367.16	\$5,010.59	\$1,356.58	\$401,962.10	\$235,192.44
110	7/30/2028	\$401,962.10	\$6,367.16	\$0.00	\$6,367.16	\$5,027.29	\$1,339.87	\$396,934.81	\$236,532.31
111	8/30/2028	\$396,934.81	\$6,367.16	\$0.00	\$6,367.16	\$5,044.05	\$1,323.12	\$391,890.76	\$237,855.43
112	9/30/2028	\$391,890.76	\$6,367.16	\$0.00	\$6,367.16	\$5,060.86	\$1,306.30	\$386,829.90	\$239,161.73
113	10/30/2028	\$386,829.90	\$6,367.16	\$0.00	\$6,367.16	\$5,077.73	\$1,289.43	\$381,752.17	\$240,451.16
114	11/30/2028	\$381,752.17	\$6,367.16	\$0.00	\$6,367.16	\$5,094.65	\$1,272.51	\$376,657.52	\$241,723.67
115	12/30/2028	\$376,657.52	\$6,367.16	\$0.00	\$6,367.16	\$5,111.64	\$1,255.53	\$371,545.88	\$242,979.20
116	1/30/2029	\$371,545.88	\$6,367.16	\$0.00	\$6,367.16	\$5,128.68	\$1,238.49	\$366,417.21	\$244,217.68
117	3/2/2029	\$366,417.21	\$6,367.16	\$0.00	\$6,367.16	\$5,145.77	\$1,221.39	\$361,271.43	\$245,439.07
118	3/30/2029	\$361,271.43	\$6,367.16	\$0.00	\$6,367.16	\$5,162.92	\$1,204.24	\$356,108.51	\$246,643.31
119	4/30/2029	\$356,108.51	\$6,367.16	\$0.00	\$6,367.16	\$5,180.13	\$1,187.03	\$350,928.38	\$247,830.34
120	5/30/2029	\$350,928.38	\$6,367.16	\$0.00	\$6,367.16	\$5,197.40	\$1,169.76	\$345,730.98	\$249,000.10
121	6/30/2029	\$345,730.98	\$6,367.16	\$0.00	\$6,367.16	\$5,214.73	\$1,152.44	\$340,516.25	\$250,152.54
122	7/30/2029	\$340,516.25	\$6,367.16	\$0.00	\$6,367.16	\$5,232.11	\$1,135.05	\$335,284.14	\$251,287.59
123	8/30/2029	\$335,284.14	\$6,367.16	\$0.00	\$6,367.16	\$5,249.55	\$1,117.61	\$330,034.59	\$252,405.21
124	9/30/2029	\$330,034.59	\$6,367.16	\$0.00	\$6,367.16	\$5,267.05	\$1,100.12	\$324,767.55	\$253,505.32

PMT NO	PAYMENT DATE	BEGINNING BALANCE	SCHEDULED PAYMENT	EXTRA PAYMENT	TOTAL PAYMENT	PRINCIPAL	INTEREST	ENDING BALANCE	CUMULATIVE INTEREST
125	10/30/2029	\$324,767.55	\$6,367.16	\$0.00	\$6,367.16	\$5,284.60	\$1,082.56	\$319,482.94	\$254,587.88
126	11/30/2029	\$319,482.94	\$6,367.16	\$0.00	\$6,367.16	\$5,302.22	\$1,064.94	\$314,180.72	\$255,652.82
127	12/30/2029	\$314,180.72	\$6,367.16	\$0.00	\$6,367.16	\$5,319.89	\$1,047.27	\$308,860.83	\$256,700.09
128	1/30/2030	\$308,860.83	\$6,367.16	\$0.00	\$6,367.16	\$5,337.63	\$1,029.54	\$303,523.21	\$257,729.63
129	3/2/2030	\$303,523.21	\$6,367.16	\$0.00	\$6,367.16	\$5,355.42	\$1,011.74	\$298,167.79	\$258,741.37
130	3/30/2030	\$298,167.79	\$6,367.16	\$0.00	\$6,367.16	\$5,373.27	\$993.89	\$292,794.52	\$259,735.27
131	4/30/2030	\$292,794.52	\$6,367.16	\$0.00	\$6,367.16	\$5,391.18	\$975.98	\$287,403.34	\$260,711.25
132	5/30/2030	\$287,403.34	\$6,367.16	\$0.00	\$6,367.16	\$5,409.15	\$958.01	\$281,994.19	\$261,669.26
133	6/30/2030	\$281,994.19	\$6,367.16	\$0.00	\$6,367.16	\$5,427.18	\$939.98	\$276,567.00	\$262,609.24
134	7/30/2030	\$276,567.00	\$6,367.16	\$0.00	\$6,367.16	\$5,445.27	\$921.89	\$271,121.73	\$263,531.13
135	8/30/2030	\$271,121.73	\$6,367.16	\$0.00	\$6,367.16	\$5,463.42	\$903.74	\$265,658.31	\$264,434.87
136	9/30/2030	\$265,658.31	\$6,367.16	\$0.00	\$6,367.16	\$5,481.63	\$885.53	\$260,176.67	\$265,320.40
137	10/30/2030	\$260,176.67	\$6,367.16	\$0.00	\$6,367.16	\$5,499.91	\$867.26	\$254,676.77	\$266,187.65
138	11/30/2030	\$254,676.77	\$6,367.16	\$0.00	\$6,367.16	\$5,518.24	\$848.92	\$249,158.53	\$267,036.57
139	12/30/2030	\$249,158.53	\$6,367.16	\$0.00	\$6,367.16	\$5,536.63	\$830.53	\$243,621.90	\$267,867.10
140	1/30/2031	\$243,621.90	\$6,367.16	\$0.00	\$6,367.16	\$5,555.09	\$812.07	\$238,066.81	\$268,679.17
141	3/2/2031	\$238,066.81	\$6,367.16	\$0.00	\$6,367.16	\$5,573.61	\$793.56	\$232,493.20	\$269,472.73
142	3/30/2031	\$232,493.20	\$6,367.16	\$0.00	\$6,367.16	\$5,592.18	\$774.98	\$226,901.02	\$270,247.71
143	4/30/2031	\$226,901.02	\$6,367.16	\$0.00	\$6,367.16	\$5,610.83	\$756.34	\$221,290.19	\$271,004.05
144	5/30/2031	\$221,290.19	\$6,367.16	\$0.00	\$6,367.16	\$5,629.53	\$737.63	\$215,660.66	\$271,741.68
145	6/30/2031	\$215,660.66	\$6,367.16	\$0.00	\$6,367.16	\$5,648.29	\$718.87	\$210,012.37	\$272,460.55
146	7/30/2031	\$210,012.37	\$6,367.16	\$0.00	\$6,367.16	\$5,667.12	\$700.04	\$204,345.25	\$273,160.59
147	8/30/2031	\$204,345.25	\$6,367.16	\$0.00	\$6,367.16	\$5,686.01	\$681.15	\$198,659.24	\$273,841.74
148	9/30/2031	\$198,659.24	\$6,367.16	\$0.00	\$6,367.16	\$5,704.96	\$662.20	\$192,954.27	\$274,503.94
149	10/30/2031	\$192,954.27	\$6,367.16	\$0.00	\$6,367.16	\$5,723.98	\$643.18	\$187,230.29	\$275,147.12
150	11/30/2031	\$187,230.29	\$6,367.16	\$0.00	\$6,367.16	\$5,743.06	\$624.10	\$181,487.23	\$275,771.22
151	12/30/2031	\$181,487.23	\$6,367.16	\$0.00	\$6,367.16	\$5,762.20	\$604.96	\$175,725.02	\$276,376.18
152	1/30/2032	\$175,725.02	\$6,367.16	\$0.00	\$6,367.16	\$5,781.41	\$585.75	\$169,943.61	\$276,961.93
153	3/1/2032	\$169,943.61	\$6,367.16	\$0.00	\$6,367.16	\$5,800.68	\$566.48	\$164,142.93	\$277,528.41
154	3/30/2032	\$164,142.93	\$6,367.16	\$0.00	\$6,367.16	\$5,820.02	\$547.14	\$158,322.91	\$278,075.55
155	4/30/2032	\$158,322.91	\$6,367.16	\$0.00	\$6,367.16	\$5,839.42	\$527.74	\$152,483.49	\$278,603.29
156	5/30/2032	\$152,483.49	\$6,367.16	\$0.00	\$6,367.16	\$5,858.88	\$508.28	\$146,624.61	\$279,111.57
157	6/30/2032	\$146,624.61	\$6,367.16	\$0.00	\$6,367.16	\$5,878.41	\$488.75	\$140,746.19	\$279,600.32
158	7/30/2032	\$140,746.19	\$6,367.16	\$0.00	\$6,367.16	\$5,898.01	\$469.15	\$134,848.19	\$280,069.47
159	8/30/2032	\$134,848.19	\$6,367.16	\$0.00	\$6,367.16	\$5,917.67	\$449.49	\$128,930.52	\$280,518.97
160	9/30/2032	\$128,930.52	\$6,367.16	\$0.00	\$6,367.16	\$5,937.39	\$429.77	\$122,993.12	\$280,948.73
161	10/30/2032	\$122,993.12	\$6,367.16	\$0.00	\$6,367.16	\$5,957.19	\$409.98	\$117,035.94	\$281,358.71
162	11/30/2032	\$117,035.94	\$6,367.16	\$0.00	\$6,367.16	\$5,977.04	\$390.12	\$111,058.90	\$281,748.83
163	12/30/2032	\$111,058.90	\$6,367.16	\$0.00	\$6,367.16	\$5,996.97	\$370.20	\$105,061.93	\$282,119.03
164	1/30/2033	\$105,061.93	\$6,367.16	\$0.00	\$6,367.16	\$6,016.96	\$350.21	\$99,044.97	\$282,469.23
165	3/2/2033	\$99,044.97	\$6,367.16	\$0.00	\$6,367.16	\$6,037.01	\$330.15	\$93,007.96	\$282,799.38
166	3/30/2033	\$93,007.96	\$6,367.16	\$0.00	\$6,367.16	\$6,057.14	\$310.03	\$86,950.83	\$283,109.41
167	4/30/2033	\$86,950.83	\$6,367.16	\$0.00	\$6,367.16	\$6,077.33	\$289.84	\$80,873.50	\$283,399.25
168	5/30/2033	\$80,873.50	\$6,367.16	\$0.00	\$6,367.16	\$6,097.58	\$269.58	\$74,775.92	\$283,668.83
169	6/30/2033	\$74,775.92	\$6,367.16	\$0.00	\$6,367.16	\$6,117.91	\$249.25	\$68,658.01	\$283,918.08
170	7/30/2033	\$68,658.01	\$6,367.16	\$0.00	\$6,367.16	\$6,138.30	\$228.86	\$62,519.71	\$284,146.94
171	8/30/2033	\$62,519.71	\$6,367.16	\$0.00	\$6,367.16	\$6,158.76	\$208.40	\$56,360.94	\$284,355.34
172	9/30/2033	\$56,360.94	\$6,367.16	\$0.00	\$6,367.16	\$6,179.29	\$187.87	\$50,181.65	\$284,543.21
173	10/30/2033	\$50,181.65	\$6,367.16	\$0.00	\$6,367.16	\$6,199.89	\$167.27	\$43,981.76	\$284,710.48
174	11/30/2033	\$43,981.76	\$6,367.16	\$0.00	\$6,367.16	\$6,220.56	\$146.61	\$37,761.20	\$284,857.09
175	12/30/2033	\$37,761.20	\$6,367.16	\$0.00	\$6,367.16	\$6,241.29	\$125.87	\$31,519.91	\$284,982.96
176	1/30/2034	\$31,519.91	\$6,367.16	\$0.00	\$6,367.16	\$6,262.10	\$105.07	\$25,257.82	\$285,088.02
177	3/2/2034	\$25,257.82	\$6,367.16	\$0.00	\$6,367.16	\$6,282.97	\$84.19	\$18,974.85	\$285,172.22
178	3/30/2034	\$18,974.85	\$6,367.16	\$0.00	\$6,367.16	\$6,303.91	\$63.25	\$12,670.93	\$285,235.46
179	4/30/2034	\$12,670.93	\$6,367.16	\$0.00	\$6,367.16	\$6,324.93	\$42.24	\$6,346.01	\$285,277.70
180	5/30/2034	\$6,346.01	\$6,367.16	\$0.00	\$6,346.01	\$6,324.86	\$21.15	\$0.00	\$285,298.85



MEMO

TO: Mayor and Commissioners
FROM: Tammie Carey, Community Development Director
DATE: May 29, 2019
RE: Phone System

In 2014 the City leased a new phone system through Windstream and used Windstream for phone service. At the time, Windstream was providing the bandwidth for our fiber network and the partnership for phone service was a test using the Voice Over IP technology. The 60 month lease included new equipment, handsets, and software.

The original lease term with Windstream has expired and we now have the option to buyout the equipment or return it. My recommendation would be that we buyout the equipment and keep our existing handsets. The cost to purchase our existing 42 telephone sets and equipment is \$5,060.02.

Once we own all of the equipment we will be able to change phone service providers. EPB Fiber offers phone service using the VoIP technology. We plan to phase the system over to EPB in the next couple of months.

The PBX equipment that “runs” the system needs to be updated. We have a quotation from Folco Communications to trade-up our equipment and add some equipment to the system at a cost of \$7,569.

Funds, in the amount of \$13,000, were included in the budget amendment for these items. I would like to ask for the commission’s consideration and approval of the two items related to the phone system.

Proposed Motion #1: *I make a motion to complete the buyout of the phone system equipment from Windstream and authorize the Mayor to sign any and all documents related to the transaction.*

Proposed Motion #2: *I make a motion to update the phone system equipment through Folco Communications and authorize the Mayor to sign any and all documents related to the transaction.*



Windstream Communications, LLC.

Morrocroft III
6801 Morrison Blvd.
Charlotte, NC 28211

alicia.beetler@windstream.com

IP Simple Equipment Quote

****Pricing Valid for 30 Days****

Bill To:
City of Franklin

99 Page Dr
Franklin, KY

Ship To:
City of Franklin

99 Page Dr
Franklin, KY

Quote #	ISGQ122584
Date	03.22.19
ISG Rep	Alicia.Beetler
Dept.	
F.O.B	
Term	
MRC (\$)	

WIN Account#7129891
Billing Start Date: 5/1/2014
Original Term: 60 Months

Line	Qty	Description
1	1	Fair Market Value Buyout of Allworx

Sales Tax	TBD
Shipping	TBD
Non-Recurring Charges (\$)	5,060.02
Monthly Recurring Charges (\$)	

Accepted by Customer	
Signature:	_____
Print Name:	_____
Title:	_____
Date:	_____

Accepted by Windstream	
Signature:	_____
Print Name:	_____
Title:	_____
Date:	_____

This IP Simple Rental Quote forms a part of the Service Agreement between the Customer identified above and Windstream Communications, LLC. The Monthly Recurring Charges listed above are inclusive of the Minimum Monthly Fee of the Service Agreement for the initial term. Customer acknowledges that the equipment ordered pursuant to this Quote and the circuit ordered pursuant to the network proposal may not be available for installation at the same time. The term of the Agreement will not begin until the equipment and circuit have been fully installed. If the circuit installation is delayed, and such delay is not due to Customer or its agent, Customer may request that Windstream install the equipment on an existing circuit ahead of installation of the network component. Customer must execute a Change Order evidencing this early installation of equipment, and Windstream reserves the right to bill Customer monthly for the equipment rental at the rates noted above, payable on receipt of the bill notice.

IP Simple Equipment Rental Terms and Conditions Schedule

In addition to the general terms and conditions contained in the service agreement (the "Agreement") between the Windstream entity specified on Customer's bill ("Company") and Customer, of which this Schedule is a part, Customer agrees that the following terms and conditions apply to the IP Simple Rental Equipment ("Equipment") provided to Customer by Company. Unless otherwise defined herein, capitalized terms shall have the same meaning as defined in the Agreement.

1. Title. Company retains rights, title and interest in and to the Equipment Customer has rented from Company. Customer is strictly prohibited from encumbering in any way or granting any interest in the Company Equipment to any third party.

2. Delivery. Customer agrees, at its sole expense, to provide the proper environment and the electrical and telecommunications connections for the Equipment rented from Company. Customer is solely responsible for correcting any hazardous conditions that may adversely affect Company personnel or the Equipment. Company shall use commercially reasonable efforts to begin Equipment delivery prior to the scheduled installation date. If Company is unable to complete delivery and installation within sixty (60) days of any scheduled installation date, solely for reasons beyond Customer's control or due to force majeure, CUSTOMER'S EXCLUSIVE REMEDY SHALL BE TO CANCEL THE EQUIPMENT RENTED UNDER THE AGREEMENT WITHOUT INCURRING A "CANCELLATION FEE" OR "RESTOCKING FEE," AND COMPANY SHALL ACCEPT THE RETURN FROM CUSTOMER OF ALL RENTED EQUIPMENT.

3. Installation and Configuration. If applicable, Company will provide installation and configuration services as described in the proposal(s) to the Agreement.

4. WARRANTIES/DISCLAIMER. NO WARRANTY. EXCEPT TO THE EXTENT CUSTOMER HAS PURCHASED AN EXTENDED WARRANTY HEREUNDER, TO THE MAXIMUM EXTENT PERMITTED BY APPLICABLE LAW, COMPANY DISCLAIMS AND EXCLUDES ALL REPRESENTATIONS, WARRANTIES, AND CONDITIONS WHETHER EXPRESS, IMPLIED OR STATUTORY, INCLUDING BUT NOT LIMITED TO REPRESENTATIONS, WARRANTIES, OR CONDITIONS OF TITLE, NON-INFRINGEMENT, SATISFACTORY CONDITION OR QUALITY, MERCHANTABILITY AND FITNESS FOR A PARTICULAR PURPOSE, WITH RESPECT TO ANY SERVICES, OR ANY EQUIPMENT (MANUFACTURED BY EITHER ALLWORX OR ANY NON-ALLWORX COMPANY) RENTED FROM COMPANY. COMPANY WARRANTS ONLY THAT ITS SERVICES SHALL BE PERFORMED IN A TIMELY, PROFESSIONAL AND WORKMANLIKE MANNER BY QUALIFIED PERSONNEL. IF SERVICES ARE NOT PERFORMED AS WARRANTED AND CUSTOMER NOTIFIES COMPANY IN WRITING WITHIN THIRTY (30) DAYS, CUSTOMER'S EXCLUSIVE REMEDY IS THAT COMPANY WILL RE-PERFORM THE NON-CONFORMING SERVICES. CUSTOMER'S EXCLUSIVE REMEDY WITH RESPECT TO THE EQUIPMENT RENTED UNDER THE AGREEMENT IS AS SET FORTH IN THE LIMITED WARRANTY, IF ANY, DELIVERED WITH THE EQUIPMENT FROM THE EQUIPMENT MANUFACTURER. THESE WARRANTIES AND LIMITATIONS FROM THE EQUIPMENT MANUFACTURER ARE CUSTOMER'S EXCLUSIVE WARRANTIES AND SOLE REMEDIES AND REPLACE ALL OTHER WARRANTIES OR CONDITIONS, EXPRESS OR IMPLIED, WITH RESPECT TO THE RENTED EQUIPMENT, INCLUDING WITHOUT LIMITATION, THE IMPLIED WARRANTIES OR CONDITIONS OF MERCHANTABILITY OR FITNESS FOR A PARTICULAR USE.

5. If Customer is unable or unwilling to schedule or accept delivery or installation on the date Company tenders delivery or installation, Company shall have the right to initiate billing for the amounts due hereunder as of the date delivery was tendered. Customer shall be solely responsible for the return of Equipment to Company upon expiration or termination of the Agreement, and such returned Equipment shall be in good repair, condition and working order, ordinary wear and tear excepted, at the location(s) within the continental United States specified by Company.

6. Use of Equipment. Customer agrees that this Schedule and the Agreement shall not grant Customer any property rights in any of the Equipment. Customer shall use the Equipment solely in the conduct of its business, in a manner and for the use contemplated by the manufacturer thereof. Company shall be entitled to inspect the Equipment at reasonable times. Company may require markings to be affixed to the Equipment. Customer shall keep the Equipment free from any markings or labeling which might be interpreted as a claim of ownership thereof by Customer. Without the prior written consent of Company, Customer shall not assign, lend, pledge, transfer, or sublease the Equipment, permit to exist a security interest, lien or encumbrance with respect to any of the Equipment, or cause or permit any of the Equipment to be moved from the location specified in the Agreement and/or proposal(s). Customer shall bear the risk of any loss, theft, damage or destruction to the Equipment during the Term. Customer shall obtain and maintain at its own expense insurance against the loss of, or damage to, the Equipment, including, without limitation, loss by fire or other casualty. A certificate of insurance shall be provided to Company upon request. Customer acknowledges that Company may lease the Equipment from, or pledge any or all of its rights in the Equipment to any entity or other financing source (each a "Lessor") and Customer shall comply with any and all directions from such Lessor regarding the Equipment, including releasing the Equipment to Lessor upon written request. Customer hereby irrevocably authorizes Company and/or Lessor to file and record such Uniform Commercial Code financing statement(s), amendments and continuations and/or other lien recordation documents as may be prudent to confirm and maintain Company's and/or Lessor's interest in the Products.

7. Maintenance Services. Company may provide routine diagnostic and maintenance services (the "Maintenance Services") on the Equipment, as follows:

a) In the event that Customer is experiencing a problem with the Equipment, Customer shall be required to call Company Customer Service at 1.877.340.2555 and open a trouble ticket. Company shall respond to Routine Trouble reports via telephone or email within forty-eight (48) business hours, Monday through Friday, 8am-8pm local time, excluding holidays and weekends ("Normal Business Hours"). A "Routine Trouble" is defined as any issue not considered an "Emergency Request," as defined in subsection (b) below.

b) Company shall respond to Emergency Requests via telephone or email 7 x 24 x 365 within four (4) business hours during Normal Business Hours. An "Emergency Request" is defined as fifty percent (50%) or greater of the total quantity of phones connected directly or via MPLS to the Customer's PBX which are not in service, with "not in service" meaning that a phone is not able to make or receive a phone call.

c) Customer shall be required to provide VPN access at the location where the Equipment is housed to enable Company to provide remote support. If the problem cannot be identified and resolved per the terms of this subsection via remote support, Company will dispatch a technician or Project Engineer to the Customer's location.

d) Customer will not be responsible for charges associated with Equipment failure and subsequent replacement if the outage is caused by the Equipment or Services.

e) Customer will be responsible for payment of charges at the time and materials rates in Section 11(c) below if the outage was not caused by Equipment or Services.

f) Customer will be responsible for payment of charges incurred for any move, add, change or disconnect ("MACD") at the time and materials rates in Section 11 (c) below.

g) Company shall use all commercially reasonable efforts to identify and correct the problem with the Equipment. Maintenance Service includes upgrading Allworx software versions and fixing or arranging to have Equipment fixed. If the Equipment cannot be fixed and none of the exclusions in subsection (d) below apply, Company shall replace the defective Equipment with either new or reconditioned equipment.

h) Maintenance Services may be provided by a Company affiliate or subcontractor selected by Company at its sole discretion.

i) If persons other than those employed or contracted by Company shall repair, modify or perform any Maintenance Services on any Equipment, or if Customer fails to maintain the Equipment in accordance with the manufacturer's requirements, and as a result of either of the foregoing, further Maintenance Services by Company are required to restore the Equipment to good operating condition or the Equipment needs to be replaced, such further Maintenance Services or replacement Equipment charges shall be billed to Customer at Company's time and materials rates in Section 11 (c) below. Customer must notify Company in the event that Customer re-locates the Equipment to any Service location other than the Service location where the Equipment was initially installed. Company has the right to terminate the Agreement for cause if Customer relocates any Equipment to another location or facility that is not a Service location under the Agreement and/or proposal(s), and which is outside of the Company serving area. Notwithstanding the foregoing, at Customer's request, Company will use commercially reasonable efforts to provide services to Customer at such other location or facility.

3. Return Policy. When Customer is required to return any Equipment to Company for warranty service, Customer agrees to obtain Company's concurrence prior to returning any Equipment for repair or replacement and must reference any return material authorization number ("RMA") issued by Company on documentation accompanying such returned Equipment. Customer further agrees to ship such Equipment prepaid and suitably packaged to a location designated by Company. Company will return to the Customer any repaired or replaced Equipment at Company's expense. Company is responsible for loss of or damage to the Equipment while it is a) in Company's possession or b) in transit back to Customer. The replacement Equipment may not be new, but will be in working order and equivalent to the Equipment exchanged as determined in good faith by Company. Customer agrees to ensure that any returned Equipment is free of any legal obligations or restrictions that prevent its exchange and represents that all returned Equipment are genuine and unaltered.

3. Time and Materials. Customer acknowledges that all time and material cost quotes issued by Company are estimates. Company will invoice, and Customer agrees to pay, Company for all actual time and materials incurred to install the Equipment.

10. End of Term Options. At the end of the Term of the Agreement, Customer must either return the Equipment, upgrade the Equipment with the most current technology at current Company rates, renew the Agreement at a renegotiated rate, or purchase the Equipment at its then current fair market value. The fair market value is the price of the Equipment as determined by commercially reasonable means at the end of the Term of the Agreement.

11. Company Services

a) Company's ability to install the Equipment and/or complete any MACD ordered by Customer depends upon Customer's full and timely cooperation, plus the accuracy and completeness of information provided by Customer.

b) Upon completion of any MACD performed by Company, Customer has until 5pm Eastern Time on the second (2nd) business day thereafter in order to re-open the same MACD request and not incur additional charges.

c) Services Rates and Minimum Increments. For any remote or dispatch MACD performed by Company during Normal Business Hours, Customer acknowledges and agrees to pay Company at the following rates and increments:

There is a \$75.00 trip charge for Dispatch.

Type	Hourly Rate	Minimum	Increment
Voice Technician - Remote	\$95.00	15 Minutes	15 Minutes
Voice Technician - Dispatch	\$95.00	30 Minutes	30 Minutes
Data Engineer - Remote	\$125.00	15 Minutes	15 Minutes
Data Engineer - Dispatch	\$125.00	30 Minutes	30 Minutes

For any MACD service performed outside Normal Business Hours, Customer agrees to pay Company one and a half (1.5) times the current Company hourly rate listed above, and at the same applicable minimum service increment. The determination of whether a Technician or an Engineer must complete a MACD is exclusively mandated by the manufacturer of the Equipment ordered by the Customer.

12. Customer acknowledges and agrees that Company shall utilize Customer's existing cables and jacks unless both parties otherwise agree. If Company is required to perform work on Customer's existing cables and jacks in order to accommodate the Equipment ordered by Customer, Customer agrees to pay Company on a commercially reasonable time and material basis based on the rates listed above after notifying Customer and obtaining Customer's permission.

13. Company recommends that Customer obtain a network assessment prior to deploying any VoIP equipment. Customer acknowledges that voice quality can be negatively impacted with improper network infrastructure. Customer agrees that Company is expressly not liable for any voice quality issues if Customer failed to have performed a network assessment from a qualified provider.

14. Customer agrees that Company will support all off net, home or "road warrior" VoIP access to voice customer premises equipment on a time and materials basis based on the rates listed above due to many uncertainties caused by numerous service providers, available bandwidths, existing modems and lack of quality of service available on those circuits. Company simply warrants to use commercially reasonable efforts to accommodate Customer on such circumstances.

15. Customer agrees that it shall not add any equipment or devices to its Company-provided systems, other than the Equipment provided hereunder, without the prior written consent of Company, which consent may be withheld in the reasonable discretion of Company. Company shall have no obligation to support such devices or any system design not installed and implemented by Company. Company reserves the right to determine what, if any, programming access Customer shall be provided to the phone system.

16. Unauthorized Use of Services. Except as provided herein, Customer, and not Company, shall bear the risk of loss arising from any unauthorized or fraudulent usage of the Equipment or any services provided by Company to Customer. Company reserves the right, but is not required, to take any and all action it deems appropriate (including blocking access to particular calling numbers or geographic areas) to prevent or terminate any fraud or abuse, or any use thereof, provided, however, that any such action shall be consistent with applicable federal and state laws, rules, and regulations. Notwithstanding the foregoing, Customer shall not be liable for unauthorized or fraudulent usage to the extent that (i) Customer has previously notified Company of the problem in writing; (ii) the problem was within Company's reasonable ability to correct or prevent, and (iii) Company negligently or willfully fails to correct or prevent such unauthorized or fraudulent usage.

17. Allworx Reach™ Application. In the event Customer utilizes the Allworx Reach™ application, the application will only be supported by Company to the extent required to verify the correct application configuration. Company shall not be responsible for troubleshooting voice quality issues on the application or issues involving Apple's iOS or Android's operating systems. Emergency calls to 911 are not supported on the Allworx Reach™ application.

18. Termination. In the event Customer terminates any portion of network services under the Agreement, Customer shall remain obligated to fulfill the remainder of rental payments pursuant to this Schedule, and the Agreement shall survive with respect to the Schedule. With regards to an early termination of this Schedule by Customer, except in the event of termination due to Company's breach, nothing contained herein shall release Customer from its obligation to pay any remaining rental payments for the Schedule's term. In addition, no early termination of this Schedule shall release Customer from its obligation to fulfill the remainder of the Agreement.



QUOTATION

DATE: 05/11/19

CUSTOMER:

City of Franklin
117 West Cedar Street
Franklin, KY 42135

SALESPERSON: M. Follmer

AVAILABILITY: 3-4 days

TERMS: Net 30 days

FOB: Shipping Point

CONTACT: Ms. Tammie Carey

PHONE: 270-586-4497

EMAIL: tammie.carey@franklinky.org

Item	Description	Order #	Qty	Unit Cost	Total
	Franklin Fiber Installation Project				
	PRODUCT				
1	Allworx Trade-Up 48x to 731	8010771	1	\$1,855	\$1,855
2	Allworx to 731 Key Transfer Fee	8000030	1	\$1,000	\$1,000
3	Allworx Call Queing License	8211513	1	\$700	\$700
4	Allworx Tx 92/24 Phone Button Expander	8110032	2	\$105	\$219
					\$3,774
	SERVICES				
3	731 Connect 4yr Extended Warranty Hardware/Software	8321535	1	\$1,800	\$1,800
4	FolcoCom On-site Installation which includes:	FCCOI	1	\$1,995	\$1,995
	First Year Hardware and Software Warranty with				
	Moves, Adds, Changes Support and				
	On-site System Training				
	Accepted By:			TOTAL	\$7,569

Shipped prepaid with shipping and handling to be paid by buyer.
Subject to Standard Terms and Conditions of Sale
Quotation valid for thirty (30) days.



MEMO

TO: Mayor Larry Dixon and Commissioners
FROM: Shaunna R. Cornwell, Director of Finance
DATE: June 3, 2019
SUBJECT: Memo to Commission Regarding Establishment of an Investment Account at Franklin Bank & Trust Company

Based on negotiations with Franklin Bank & Trust Company, we feel like it would be in our best interest to move some of the funds that we have in a current money market account at FBTCO (earning 1.75%) to their Investment Division. They are proposing that we move the funds into an investment account (Reich & Tang) which would immediately increase our current APR from 1.75% to approximately 2.20%. This investment account is FDIC insured up to \$25 million dollars.

By making this investment move – we will earn approximately \$40,500 in additional investment income annually (provided there isn't a significant fluctuation in the variable rates.)

In order to do this we will need to approve the establishment of this new Investment Account at Franklin Bank & Trust Company.

Proposed Motion: Authorize the Mayor to sign/authorize the establishment of an Investment Account with Franklin Bank & Trust Company, authorize the following users (and signors if applicable) on this account – Mayor, City Manager, Finance Director, and Community Development Director.



MEMO

TO: Mayor Larry Dixon and Commissioners
 FROM: Shaunna R. Cornwell, Director of Finance
 DATE: June 3, 2019
 SUBJECT: Memo to Commission Regarding Authorized Signature on New South Central Bank Money Market Accounts

The City currently has 4 CD's with South Central Bank (listed below). Based on negotiation with SCB they have proposed a change in our investments. They have offered a rate (that is tied to the Treasury Bill Rate plus .4 basis points) on a liquid, money market account rather than CD's. They have also agreed to waive any early withdrawal penalties on our current CD's as we make this transition. The current T-Bill rate is 2.38 – so the APR on this account would be 2.78% at this time.

Fund	Account Classification	Maturity Date	Current Rate	Proposed Rate	Balance	@ Current RATE	@ Proposed Rate
Perpetual Care	Restricted - Perpetual Care	4/9/2020	1.75%	2.78%	200,000.00	3,500.00	5,560.00
FMU	Restricted - Maintenance & Replacement	5/9/2020	1.30%	2.78%	11,920.80	154.97	331.40
FMU	Restricted - Debt Service	11/15/2019	0.65%	2.78%	28,382.94	184.49	789.05
FMU	Restricted - Meter Refund	11/15/2019	0.65%	2.78%	344,534.01	2,239.47	9,578.05
						6,078.93	16,258.49
						Change	10,179.56

By making this investment move – we will earn approximately \$10,180 in additional investment income annually (provided there isn't a significant fluctuation in the T-Bill rates.)

In order to do this we will need to approve the closing of the above CD's and also approve the establishment of this new Money Market Account.

Proposed Motion: Authorize the Mayor to sign/authorize the establishment of a Money Market Account with South Central Bank and authorize all signors on this account – Mayor, City Manager, Finance Director, and Community Development Director.